



Legislation Details (With Text)

**File #:** 22-0163      **Version:** 3      **Name:** Azure Flight Support  
**Type:** Contract      **Status:** Passed  
**File created:** 4/25/2022      **In control:** City Council  
**On agenda:** 3/14/2023      **Final action:** 3/14/2023  
**Title:** Approval of extension of contract with Azure Flight Support

**Sponsors:**

**Indexes:**

**Code sections:**

**Attachments:** 1. CSV Lease and Operating Agreement Draft 01-09-23.pdf, 2. Azure Contract\_Signed

Date	Ver.	Action By	Action	Result
3/14/2023	3	City Council	approved as recommended	Pass
3/7/2023	3	Work Session	recommended for approval	
11/8/2022	2	City Council	approved	Pass
11/1/2022	1	Work Session		
10/4/2022	1	Work Session		
7/5/2022	1	Work Session	presented	
6/7/2022	1	Work Session	withdrawn from agenda	

Approval of extension of contract with Azure Flight Support

**SUMMARY:** Azure Flight Support is interested extending their contract out past another year so they can continue to invest in their operation with a long-term view. Their current contract expires May 16, 2023.

Over the past three years, Azure has invested over \$500,000 in airplanes, tooling and equipment and parts inventory for maintenance. It is their intention to continue to invest in the growth of the operation with newer generation aircraft for training, and growing maintenance and aircraft sales as well.

Azure is also interested in constructing at least one hangar to use for operations and as an investment. If the opportunity exists, Azure wishes to build two hangars. They intend on continued growth and need the ability to have hangar space that would allow them to manage a turbine aircraft (King Air, Pilatus, Cirrus Jet or comparable) that would be based at the Crossville airport.

Staff recommends approval of the early renewal of the Azure contract to include a five-year renewal with a five-year automatic option, 10% increase, provision for inflation based annual increase, and provision of cost-sharing for the Quonset Hut. All of this will be contingent upon City Council approval of an updated/revised contract.

**BUDGET ACCOUNT:**

**NECESSARY COUNCIL ACTION:** Approve contract extension as recommended contingent upon City Council approval of final contract.